

HEADQUARTERS

Aeronautical Systems Division

AIR FORCE SYSTEMS COMMAND
UNITED STATES AIR FORCE
WRIGHT-PATTERSON AIR FORCE BASE, OHIO

USAF Declass/Release Instructions On File

ASZ-5/Lt. Col. L. W. Freas/maw/24254

16 Oct 1963

Securities and Exchange Commission
Washington 25, D.C.

Gentlemen

1. This is to certify that Applied Technology, Inc., 930 Industrial Avenue, Palo Alto, California was awarded a prime United States Government contract on 14 December 1962, in the amount of \$415,916.00. Amendments to this contract calling for additional delivered items were made on 5 April 1963, 22 May 1963, and 28 June 1963, increasing the total contract price to \$463,939.98. The contract is of the firm fixed price type, providing for payment of negotiated unit prices upon delivery and acceptance of each item.

2. As of 1 October 1963 shipments had been made and payment made which accounted for \$329,587.88. As of the same date shipment had been made of additional units accounting for \$54,000, for which payment had not yet been made.

3. The balance of the contract amount, \$79,552.00, represents work currently in process. It is estimated that all deliveries required under this contract will be made prior to 30 November 1963, and that all payments will be made to the contractor on or before 31 December 1963.

4. This contract is classified, and disclosure of any further information relating to it would be detrimental to the national security.

Sincerely

L. W. FREAS
Lt. Colonel, USAF
Authorized Representative of the
Contracting Officer